

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7691

BILL NUMBER: HB 1408

DATE PREPARED: Jan 8, 2001

BILL AMENDED:

SUBJECT: Nonfederal Air Traffic Control Tower Funding.

FISCAL ANALYST: James Sperlik

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FUNDS AFFECTED: ☒ **GENERAL**
☒ **DEDICATED**
FEDERAL

IMPACT: State & Local

STATE IMPACT	FY 2001	FY 2002	FY 2003
State Revenues			
State Expenditures		500,000	
Net Increase (Decrease)		(500,000)	

Summary of Legislation: This bill creates the Contract for Services Fund to provide grants for nonfederal contract air traffic control towers. It provides that the fund is to be administered by the Indiana Department of Transportation. The bill provides that each grant from the fund must meet certain requirements. It requires the Indiana Department of Transportation to annually determine the amount needed each year for grants. The bill provides for an annual appropriation to the Fund from the State General Fund. It appropriates an additional \$500,000 in initial funding from the State General Fund for the period beginning July 1, 2001, and ending June 30, 2002.

Effective Date: July 1, 2001.

Explanation of State Expenditures: This bill appropriates \$500,000 from the State General Fund to the Contract for Services Fund for FY 2002. The INDOT also is to determine the amount necessary to provide at least a minimum grant to each eligible entity that fully complies with the provisions of the bill. There also is annually appropriated from the State General Fund to the Contract for Services Fund an amount sufficient to provide the necessary grants as determined by the INDOT.

The INDOT is to administer the newly created fund and pay the expenses of administering the fund. The fund affected for the INDOT is the State Highway Fund. Money in the Contract for Services Fund does not revert

to the State General Fund at the end of a state fiscal year.

Currently, there are five airports which would qualify for assistance under this proposal. They are: (1) Muncie; (2) Columbus; (3) Elkhart; (4) Anderson; and (5) Bloomington.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: See Explanation of State Expenditures, above.

State Agencies Affected: Department of Transportation.

Local Agencies Affected: Eligible airports.

Information Sources: Bart Giesler, Indiana Airport Association, 297-5847.